



EMPOWERING SUSTAINABILITY

ECCO CERTIFIED SDN BHD

03-02 Galleria Cyberjaya,
Jalan Teknokrat 6, Cyber 5,
63000 Cyberjaya, Selangor

PUBLIC SUMMARY REPORT

MALAYSIAN SUSTAINABLE PALM OIL

MSPO

Bunga Group of Estates Organization

(Refer Executive Summary) Certified Unit

(Refer Executive Summary) Certified Unit
Address

**MSPO (MS2530-3:2013) Part 3: General Principles
for Oil Palm Plantations and Organized Smallholders** Standard Reference

Annual Surveillance Audit – Year 3 (ASA – 3) Certification Audit

Group (Oil Palm Estates) Certification Type

**Sustainable production of oil palm fresh fruit bunches (FFB)
in compliance to the MSPO Certification
Standard MS2530-3:2013 Part 3** Audit Scope

20 & 21 September 2022 Audit Date

MSPO Certificate

ECCO-MS2530-0094 - Certificate No.

29 July 2019 till 28 July 2024 - Validity Period

Audit Team

Amirul Arif Bin Ab Aziz Lead Auditor

Mohamad Zulkefli Md Isa Auditor

Full Report:

**ECCO-RP-03_0099_MSPO Annual Surveillance Audit – Year 3
(ASA – 3) Report_Bunga Group of Estates**

Written by **Amirul Arif**

EXECUTIVE SUMMARY

ORGANIZATION INFORMATION

Organization	Bunga Group
Estate Name	Sayong Plantation Sdn. Bhd. (Sungei Kahang Estate)
Address	Head Office Address 9 th Floor, Wisma Bunga, No. 11, Jalan Lambak, 86000 Kluang, Johor Estate Address K.B. 101, 86700 Kahang, Kluang, Johor

Organization	Bunga Group
Estate Name	Ecogreen Plantation Sdn. Bhd.
Address	Head Office Address 9 th Floor, Wisma Bunga, No. 11, Jalan Lambak, 86000 Kluang, Johor Estate Address PTD 24578, Mukim Kluang 86000, Kluang Johor

Organization	Bunga Group
Estate Name	See Heng Enterprise Sdn Bhd
Address	Head Office Address 9 th Floor, Wisma Bunga, No. 11, Jalan Lambak, 86000 Kluang, Johor Estate Address Lot 1021, 760, 983 – 989 Mukim Renggam, 86000 Kluang, Johor

Organization	Bunga Group
Estate Name	Kalsen Enterprise Sdn. Bhd.
Address	Head Office Address 9 th Floor, Wisma Bunga, No. 11, Jalan Lambak, 86000 Kluang, Johor Estate Address Batu 6, Jalan Mengkibol, 86000 Kluang, Johor

Organization	Bunga Group
Estate Name	Eastbay Venture Sdn. Bhd.
Address	Head Office Address 9 th Floor, Wisma Bunga, No. 11, Jalan Lambak, 86000 Kluang, Johor Estate Address KM 15, Kampung Limau Kasturi, 18300 Gua Musang, Kelantan

Organization	Bunga Group
Estate Name	Value Greenworld Sdn. Bhd.
Address	Head Office Address 9 th Floor, Wisma Bunga, No. 11, Jalan Lambak, 86000 Kluang, Johor Estate Address Bertam 18300, Gua Musang, Kelantan

Organization	Bunga Group
Estate Name	Beradin Plantation Sdn. Bhd.
Address	Head Office Address 9 th Floor, Wisma Bunga, No. 11, Jalan Lambak, 86000 Kluang, Johor Estate Address P.O. Box 08, 86700 Kahang, Johor

MSPO Standard Reference	MS2530-3:2013 Part 3: General principles for oil palm plantations and organized smallholders	Accreditation Body	Department of Standard Malaysia (DSM)
Organization Representative(s)	Mr. Isaac Lee Xing Wei Group Manager E-mail: isaac.lee@me.com Mobile: +012 – 7277030 Mr. Timothy Chandrabose MSPO Coordinator E-mail: timo_zed@hotmail.com Mobile: +012 – 5296189		
Certification Audit	MSPO Annual Surveillance Audit Year – 3 (ASA – 3)	Audit Date	20 & 21 September 2022
Audit Team	Lead Auditor : Amirul Arif Ab Aziz Auditor : Mohamad Zulkefli Md Isa		
Audit Scope	Sustainable production of oil palm fresh fruit bunches (FFB)		
Certification Type	Group (Oil Palm Estate)		
Certified Area	8817.15 Ha		
MSPO Certificate	Certificate No : ECCO-MS2530-0094 Validity : 29 July 2019 till 28 July 2024		
Other Current Certification	All estates are currently not certified under any other sustainability or ISO certification scheme.		
Usage of MSPO Logo	All estates are currently not using MSPO logo in their operation and product		

DETAILS OF CERTIFIED UNIT

Background

Bunga Group of Estates is a Malaysian Sustainable Palm Oil (MSPO) Standard certified fresh fruit bunches (FFB) producer for their oil palm estate in Johor & Kelantan.

This surveillance audit was conducted to ensure the company is still meeting the key elements of the MSPO standards requirement and to verify that all non-conformities (NC) issued in the previous audit has been closed and all corrective actions have been implemented effectively.

Certified Unit Name and Address

Certified Unit	Estate Address
Sayong Plantation Sdn Bhd	K.B. 101, 86700 Kahang, Kluang, Johor
Ecogreen Plantation Sdn Bhd	PTD 24578, Mukim Kluang 86000, Kluang Johor
See Heng Enterprise Sdn Bhd	Lot 1021, 760, 983 – 989 Mukim Renggam, 86000 Kluang, Johor
Kalsen Enterprise Sdn Bhd	Batu 6, Jalan Mengkibol, 86000 Kluang, Johor
Beradin Plantation Sdn Bhd	KM 15, Kampung Limau Kasturi, 18300 Gua Musang, Kelantan
Value Greenworld Sdn Bhd	Bertam 18300, Gua Musang, Kelantan
Eastbay Venture Sdn Bhd	P.O. Box 08, 86700 Kahang, Johor

MPOB License Information

Certified Unit	MPOB License	Scope of Activity	Expiry Date
Sayong Plantation Sdn Bhd	502404102000	Menjual dan Mengalih FFB	30/11/2022
Ecogreen Plantation Sdn Bhd	504208102000	Menjual dan Mengalih FFB	31/07/2023
See Heng Enterprise Sdn Bhd	502112202000	Menjual dan Mengalih FFB	28/02/2023
Kalsen Enterprise Sdn Bhd	501986100200	Menjual dan Mengalih FFB	30/11/2022
Beradin Plantation Sdn Bhd	620199002000	Menjual dan Mengalih FFB	31/03/2023
Value Greenworld Sdn Bhd	618959002000	Menjual dan Mengalih FFB	30/11/2022
Eastbay Venture Sdn Bhd	576372002000	Menjual dan Mengalih FFB	31/08/2023

Location of the Certified Unit

Certified Unit	Locality	GPS Coordinate
Sayong Plantation Sdn Bhd	Kluang, Johor	2.18244 N, 103.49016 E
Ecogreen Plantation Sdn Bhd	Kluang, Johor	2.13407 N, 103.43972 E
See Heng Enterprise Sdn Bhd	Renggam Johor	1.90864 N, 103.39783 E
Kalsen Enterprise Sdn Bhd	Kluang, Johor	2.06225 N, 103.38265 E
Beradin Plantation Sdn Bhd	Kluang, Johor	2.12767 N, 103.52718 E
Value Greenworld Sdn Bhd	Gua Musang, Kelantan	5.07150 N, 101.99879 E
Eastbay Venture Sdn Bhd	Gua Musang, Kelantan	5.07190 N, 102.09397 E

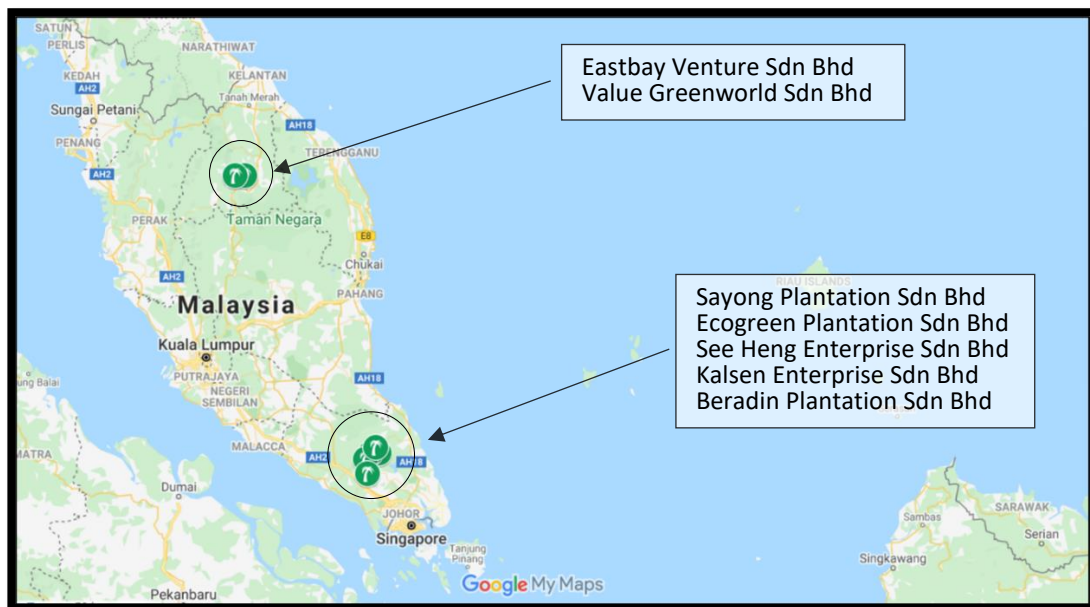


Figure 1: Location **Bunga Group** in Google Map based on its GPS coordinate

Area Statement (Hectare, Ha)

Certified Unit	Land Title	Planted	Conservation	HBV	Others
Sayong Plantation Sdn Bhd	2259.39	2115.66			
Ecogreen Plantation Sdn Bhd	196.60	196.60			
See Heng Enterprise Sdn Bhd	246.74	239.42			
Kalsen Enterprise Sdn Bhd	108.26	90.45			
Beradin Plantation Sdn Bhd	2656.16	2532.70			
Value Greenworld Sdn Bhd	2026.00	1419.00			
Eastbay Venture Sdn Bhd	1324.00	1313.08			
Total (Ha)	8817.15	7906.91			

Annual FFB Production (Metric Tonne, MT)

Certified Unit	Actual 2019	Actual 2020	Projected 2021
Sayong Plantation Sdn Bhd	42487.27 MT	35918.45 MT	19694.85 MT
Ecogreen Plantation Sdn Bhd			
See Heng Enterprise Sdn Bhd			
Kalsen Enterprise Sdn Bhd	2324.83 MT	1303.13 MT	1251.5 MT
Beradin Plantation Sdn Bhd	-	13,720.81 MT	18,300 MT
Value Greenworld Sdn Bhd			
Eastbay Venture Sdn Bhd			

AUDIT TEAM AND ASSESSMENT PROCESS

CERTIFICATION BODY

ECCO is a homegrown company providing certification for forward-looking business owners in the agriculture industry. Founded in 2018, **ECCO** conducts independent sustainable palm oil audits for palm oil industry players in Malaysia to MSPO 2530 series standards.

Our work environment is one in which people are committed to excellence and are working together to accomplish common goals with high ethical standards. Each **ECCO** employee is a stakeholder in the success of our company, and we are all dedicated to enhancing the success of our clients through the service we provide. **ECCO** has been providing audit services in twelve (12) states across Malaysia.

ECCO is headquartered at Cyberjaya, Selangor and is accredited by the Department of Standards (DSM) Malaysia and is also listed in the Malaysian Palm Oil Certification Council (MPOCC).

AUDIT TEAM MEMBERS - ROLE AND QUALIFICATION

Amirul Arif Ab Aziz Role: Lead Auditor Assessed Principle 2,4 & 6	• Certified MSPO Lead Auditor • Certified MSPO SCCS Auditor • Certified EMS ISO 14001:2015 Auditor • BSc (Hons) Plantation and Agro Technology Management (UiTM) • Worked with FIMA Corporation Berhad as MSPO Coordinator • Lead Auditor at ECCO Certified since 2020
Mohamad Zulkefli Md Isa Role: Auditor Audited Principle 1,3 & 5	• Bac Sc (Resource Economics), UPM • Master's Degree in OSH Management, UTM • More than 25 years since 1997, working experience in various sectors • Experienced with the implementation, auditing, and training aspects of ISO, MSPO, RSPO, ISCC and SCCS for various CBs • Possesses the Lead Auditor MSPO MS 2530:2013 by SIRIM in 2017 • International Certification and is currently a Lead Auditor for ISO 9001, ISO 14001, ISO 45001, MSPO among others • Able to communicate in English and Bahasa Malaysia, among others

AUDIT METHODOLOGY

Audit Objectives	• To confirm the client's management system conformation with MSPO certification requirement respective to the participating unit's certification standard. • To confirm that the organization has effectively implemented the planned management system • To verify effectiveness of implementation of Corrective Actions and Corrective Action Plans for all Non-Conformities (NC) raised during the MSPO Annual Surveillance Audit – Year 2 in the previous year • To make appropriate recommendations based on the audit findings
Certification Standard	MSPO (MS2530-3:2013) - Part 3: General Principles for Oil Palm Plantations and Organized Smallholders
Certification Type	Group (Oil Palm Estates)
Audit Methodology	Site Audit This audit was conducted in several methods for collecting objective evidence: • Document review and data review, aiming to observe the sufficiency of types or substances from required documents • Interview with staffs and workers, aiming to obtain more detailed information and cross check the information • Consultation with contractors, suppliers, and stakeholders – to gain a better insight on social relationship of the organization • Site inspection/Field observation - to directly observe the sufficiency of implementation on site. The audit evidence obtained were based on samples of information available; thereby introduces the element of uncertainty.

Calculation of Sample Size	The sample size is determined by the following formula: $S = r \sqrt{n}$; Whereby S = sample size r = risk factor n = number of members. r is selected as per below: • Low risk: risk factor 1.0 • Medium risk: risk factor 1.5 • High risk: risk factor 2 The lowest possible sample size number is one. $S = 1 \sqrt{7}$ = 2.6457 S = 3 Units In the ASA-3, 3 units in the group were sampled to be audited.
Audit Date	20 & 21 September 2022
Participants	Refer to Appendix E: Participants Attendance List
Deviation from Audit Plan	None
Issues affecting the Audit Program	None
Changes to Management System since last audit	None
Unresolved issues	None

AUDIT FINDINGS SUMMARY AND RECOMMENDATION

AUDIT FINDINGS SUMMARY	
Major Non-Conformities (NC)	0
Minor Non-Conformities (NC)	0
Observation for Improvement (OFI)	1

Refer to **APPENDIX B: Details of Non-Conformities (NC) and Corrective Actions**

PREVIOUS AUDIT RESULT (IF APPLICABLE)	
No. of Non-Conformity (NC) raised from the previous audit	MSPO Annual Surveillance Audit Year 2 – 2 Majors, 3 Minors & 2 OFI
The audit team has reviewed the result from the previous audit (MSPO Annual Surveillance Audit Year 2) and verified the effectiveness of the closing of any Non-Conformity (NC) raised. As a conclusion:	
☒	All Non-Conformities raised during the previous audit has been corrected and Corrective Action or Corrective Action Plan has been carried out and implemented effectively
☐	The management system has not adequately addressed Non-Conformity (NC) raised during the previous audit and the specific issue has been re-defined in this report.

AUDIT CONCLUSION AND RECOMMENDATION

The audit objectives have been achieved and the certificate scope remains appropriate. Based on the audit findings the audit team concluded that:

- The management system documentation demonstrated conformity with the requirements of the audit standard and provided sufficient structure to support implementation and maintenance of the management system
- The management system is in line with the requirements of the standard and demonstrated the ability of the system to systematically achieve agreed requirements for products or services within the scope and the organization's policies and objectives.
- All Non-Conformities raised during the previous audit has been corrected and Corrective Action or Corrective Action Plan has been carried out and implemented effectively
- There was no complaint received during the field assessment and during interview with the external stakeholders.
- Throughout the audit process, the management system demonstrated overall conformance with the requirements of the audit standard.

Therefore, the audit team recommends that, based on the results of this audit and the organization commitment towards complying with **MSPO (MS2530-3:2013) - Part 3: General Principles for Oil Palm Plantations and Organized Smallholders**, management system certification be continued for **Bunga Group of Estates**.

AUDIT PROGRAM

Item	Description	Man-days	Tentative Date
Initial Certification Audit	Site Audit - Stage 1	2	-
	Site Audit - Stage 2	2	28 – 31 January 2019 & 2 February 2019
Annual Surveillance Audit – Year 1	Remote Audit	2	21 – 22 & 25 – 26 August 2020
Annual Surveillance Audit – Year 2	Site Audit	2	20 – 21 October 2021
Annual Surveillance Audit – Year 3	Site Audit	2	20 – 21 September 2022
Annual Surveillance Audit – Year 4	Site Audit		

Refer to **APPENDIX D: Details of Audit Plan** for the Annual Surveillance Audit – Year 3 (ASA – 3)

Note: The actual date of the next annual surveillance audit will be discussed and decided 3 months prior to the month of planned audit.

OFFICIAL SIGNOFF

On behalf of:
ECCO Certified Sdn Bhd



Name: Nur Izzaty Iqlima Norazman
Position: Programme Manager
Date: 05/10/2022

On behalf of:
Bunga Group of Estates

Name: Mr. Isaac Lee Xing Wei
Position: Managing Director
Date: 05/10/2022